

STAND. COM. REP. NO. **2250**

Honolulu, Hawaii

FEB 12 2014

RE: S.B. No. 2813

Honorable Donna Mercado Kim  
President of the Senate  
Twenty-Seventh State Legislature  
Regular Session of 2014  
State of Hawaii

Madam:

Your Committee on Judiciary and Labor, to which was referred  
S.B. No. 2813 entitled:

"A BILL FOR AN ACT RELATING TO INVESTMENT AUTHORITY OF THE  
EMPLOYEES' RETIREMENT SYSTEM,"

begs leave to report as follows:

The purpose and intent of this measure is to allow the  
Employees' Retirement System to retain or dispose of real estate  
acquired by the Employees' Retirement System by foreclosure, in  
the enforcement of security, or in satisfaction of debts in the  
same manner as the System's other investments in interest in real  
property.

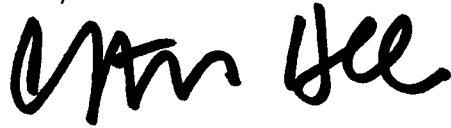
Your Committee received testimony in support of this measure  
from the Employees' Retirement System.

Your Committee finds that existing law requires the Board of  
Trustees of the Employees' Retirement System to sell real estate  
acquired by foreclosure, in the enforcement of security, or in  
satisfaction of debts within five years after acquisition unless  
extended by the Governor. The Employees' Retirement System  
testified that there are no restrictions on the holding period for  
the other real estate investments of the System. This measure  
repeals the holding period for real estate acquired through  
foreclosure, enforcement of security, or in satisfaction of debts  
to allow the Board to make long-range plans for the affected  
property that are necessary for the prudent management of the real  
estate portfolio.



As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2813 and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on  
behalf of the members of the  
Committee on Judiciary and  
Labor,




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CLAYTON HEE, Chair



The Senate  
Twenty-Seventh Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Judiciary and Labor**  
**JDL**

|   |  |  |     |         |
|---|--|--|-----|---------|
| Bill / Resolution No.:*<br><div style="font-size: 1.2em; font-family: cursive;">SB 2813</div>   | Committee Referral:<br><div style="font-size: 1.2em; font-family: cursive;">JDL, WAM</div> | Date:<br><div style="font-size: 1.2em; font-family: cursive;">2/7/14</div> |     |         |
| <input type="checkbox"/> The committee is reconsidering its previous decision on this measure.<br>If so, then the previous decision was to: _____   |  |  |     |         |
| The Recommendation is:<br><div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"> <input checked="" type="checkbox"/> Pass, unamended<br/>2312         </div> <div style="text-align: center;"> <input type="checkbox"/> Pass, with amendments<br/>2311         </div> <div style="text-align: center;"> <input type="checkbox"/> Hold<br/>2310         </div> <div style="text-align: center;"> <input type="checkbox"/> Recommit<br/>2313         </div> </div> |  |  |     |         |
| Members   | Aye  | Aye (WR)   | Nay | Excused |
| HEE, Clayton (C)  | ✓  |  |     |         |
| SHIMABUKURO, Maile S.L. (VC)  | ✓  |  |     |         |
| GABBARD, Mike   | ✓  |  |     |         |
| GALUTERIA, Brickwood  | ✓  |  |     |         |
| IHARA, Jr., Les   | ✓  |  |     |         |
| SOLOMON, Malama   | ✓  |  |     |         |
| SLOM, Sam   |  |  |     | ✓       |
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| <b>TOTAL</b>  | 6  |  |     | 1       |
| Recommendation: <div style="display: flex; justify-content: space-around; margin-top: 5px;"> <input checked="" type="checkbox"/> Adopted         <input type="checkbox"/> Not Adopted         </div>  |  |  |     |         |
| Chair's or Designee's Signature: <div style="font-size: 1.5em; font-family: cursive; margin-left: 50px;">  </div>  |  |  |     |         |
| <b>Distribution:</b> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <div style="text-align: center;">Original<br/>File with Committee Report</div> <div style="text-align: center;">Yellow<br/>Clerk's Office</div> <div style="text-align: center;">Pink<br/>Drafting Agency</div> <div style="text-align: center;">Goldenrod<br/>Committee File Copy</div> </div>  |  |  |     |         |

\*Only one measure per Record of Votes